

JANICE K. BREWER
Governor



MICHAEL J. LACEY
Director

ARIZONA DEPARTMENT of WATER RESOURCES
3550 North Central Avenue, Second Floor
Phoenix, Arizona 85012-2105
602.771.8500
azwater.gov

August 6, 2014

VIA CERTIFIED MAIL

Andy Ho
KB Home Phoenix, Inc.
10429 S. 51st Street, Suite 100
Phoenix, AZ 85044

**Re: Certificate of Assured Water Supply
Signal Butte Estates
DWR File No. 29-700793.0001**

Dear Mr. Ho:

The Arizona Department of Water Resources (Department) has determined that the criteria for an Assured Water Supply pursuant to A.R.S. § 45-576 and A.A.C. R12-15-701 *et seq.* have been met, and therefore the Director has decided to issue Assured Water Supply Certificate No.29-700793.0001. Arizona Water Co.- Superstition will provide the water supply to the lots. The source of supply will be commingled groundwater and Central Arizona Project water. Based on current information, the Department has determined that the subdivision's total projected demand is 32.22 acre-feet per year for 61 lots, and the groundwater allowance for the 100-year period is 64.44 acre-feet. The Certificate is attached. The Department suggests you record your Certificate of Assured Water Supply in the appropriate county recorder's office. This will provide you with a permanent public record of the Certificate.

This determination is applicable only to the person or entity specified on the Certificate and for the plat reviewed by the Department. Information used in evaluating this application is available for review in the Department's files. Please contact us if questions arise.

Pursuant to A.R.S. § 41-1092.03, the Department is notifying you that the Director's determination and decision to issue the Certificate is an appealable agency action. You are entitled to appeal this action. If you wish to appeal this action, you must file a written appeal within thirty (30) days from receipt of this letter. I am providing you with a summary of the appeal process and an appeal form, should you elect to pursue this option.

Sincerely,

Andrew J. Craddock, Manager
Recharge, Assured & Adequate Water Supply Programs

AJC/kcl

Enclosures

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Subdivision Name: Signal Butte Estates

File Number: 29-700793.0001

Candi Cox, CAGRD

Carla Randolph, Arizona Department of Real Estate

Steve Olea, Arizona Corporation Commission

Linda Taunt, Arizona Department of Environmental Quality

Cynthia Stefanovic, Arizona State Land Department

ARIZONA DEPARTMENT OF WATER RESOURCES
NOTICE OF APPEAL OF AGENCY ACTION

1. Party filing this notice of appeal:

Name: _____
Address: _____
Phone No: (____) _____ Email address: _____

2. The following action of the Department of Water Resources is being appealed:
(Please attach a copy of the letter which advised you of the action.)

3. The following is a concise statement of the reason(s) for the appeal:

(If you need additional space, please attach a separate page. Note: Pursuant to A.R.S. § 41-1092.03(B), the grounds for appeal by a party who will be adversely affected by an agency action and who exercised a right provided by law to comment on the action is limited to the issues raised in the party's comments.)

4. Pursuant to A.R.S. § 41-1092.06, the appealing party may request an informal settlement conference. Such a request must be made no later than 20 days before the hearing. If an informal settlement conference is requested, the conference will be held within 15 days after the request is received by the agency.

The person filing this notice of appeal requests an informal settlement conference at this time
(check one):

Yes _____ No _____

Note: A person who participates in an informal settlement conference waives the right to object to the participation of the Department's representative in the final administrative decision. A.R.S. § 41-1092.06(B).

5. _____ Date: _____
Signature of filing party

Print or type name

Include title if applicable

FILING OF FORM: A party who desires to file a notice of appeal must complete this form and file it with the Docket Supervisor, Arizona Department of Water Resources, 3550 North Central Avenue, Phoenix, Arizona 85012 within thirty (30) days after the date the party received notice of the appealable agency action.

**STATE OF ARIZONA
DEPARTMENT OF WATER RESOURCES
CERTIFICATE OF ASSURED WATER SUPPLY**

This is to certify that

KB Home Phoenix, Inc., an Arizona corporation, as Owner, with KB Home Sales-Phoenix, Inc., an Arizona corporation as Optionee,

have met the requirements of A.R.S. §§ 45-576 and the applicable regulations, and

By powers vested in the Director of the Arizona Department of Water Resources by the State of Arizona, and subject to the conditions contained in the applicable regulations,

are issued this Certificate of Assured Water Supply for

**Signal Butte Estates
Township 1 North, Range 7 East, Section 25
GSRB&M Maricopa County, PHOENIX Active Management Area**

Sufficient water of adequate quality will be continuously available to satisfy the water demand of the referenced subdivision for at least one hundred years. The referenced subdivision consists of **61 lots** as described in the preliminary plat on file with the Department, and has an estimated water demand of **32.22 acre-feet per year**. The subdivision will be served **commingled groundwater and Central Arizona Project water by Arizona Water Co.- Superstition**.

This Certificate is invalid as to any entity not named above.
This Certificate may be assigned pursuant to A.A.C. R12-15-705.

Certificate Number: 29-700793.0001

Original Issue Date: March 05, 2014



ARIZONA DEPARTMENT OF WATER RESOURCES


Program Manager

8/6/2014

Date

TYPE A CERTIFICATE